Supplemental Reporting Document Table of Contents February 2008 Investment Committee Meeting (December 2007 Reporting Period)

Chief Investment Officer's/Assistant Executive Officer's Report

Asset Allocation
Performance
California Investments
Disclosure of Closed Session Action Items

TARGET PERCENTAGE COMPARISON **ASSET ALLOCATION 1**

(A)	(B)	(C)	(D)	(E)	(F)
<u>Asset Class</u>	Cash Market Allocation	Effective Allocation	<u>Target</u> ²	Target <u>Range</u> ²	Difference (C-D)
Cash Equivalents	0.8 %	0.4 %	0.0 %		0.4 %
Domestic Fixed Income International Fixed Income Global Fixed Income	24.0 <u>3.0</u> 27.0	24.0 <u>3.0</u> 27.0	23.0 <u>3.0</u> 26.0	21-31 %	1.0 <u>0.0</u> 1.0
AIM Domestic Equity ³ International Equity Global Equity	8.1 34.5 <u>20.9</u> 63.5	8.1 34.8 <u>21.0</u> 63.8	6.0 40.0 <u>20.0</u> 66.0	3-9 % 61-71 %	2.1 -5.2 <u>1.0</u> -2.2
Real Estate	8.8	8.8	8.0	4-12 %	0.8
Total Fund	100.0 %	100.0%	<u>100.0</u> %		

¹ As allocated to managers.

² Asset Allocation Workshop, October 2004.

³ Included is MDP Investment: LM Capital Investment: Total Market Value=\$202.6 million.

^{*} Figures for this report are rounded for viewing purposes. Calculations are based on actual values. When summing net amounts on this report, there may be breakage.

TARGET DOLLAR COMPARISON ASSET ALLOCATION

(A) <u>Asset Class</u>	(B) Cash Market <u>Allocation</u> (\$ Billion)	(C) Effective Allocation (\$ Billion)	(D) <u>Target</u> ¹ (\$ Billion)	(E) Difference <u>(C-D)</u> (\$ Billion)
Cash Equivalents	1.9	1.1	0.0	1.1
Domestic Fixed Income International Fixed Income Global Fixed Income	60.8 <u>7.5</u> 68.3	60.8 <u>7.5</u> 68.3	58.2 <u>7.6</u> 65.8	2.6 <u>-0.1</u> 2.5
AIM Domestic Equity ² International Equity Global Equity	20.4 87.4 <u>52.8</u> 160.6	20.4 87.9 <u>53.1</u> 161.5	15.2 101.2 <u>50.6</u> 167.0	5.2 -13.3 <u>2.5</u> -5.5
Real Estate	22.2	22.2	20.2	2.0
Total Fund	253.0	253.0	253.0	

¹ Based upon Strategic Asset Allocation Target Percentage of total fund, from Asset Allocation Workshop October 2004.

² Included is MDP Investment: LM Capital Investment: Total Market Value=\$202.6 million.

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MONTHLY PROGRESS REPORT ASSET ALLOCATION 1

(A)	(B) 11/30/2007 Effective	(C) 12/31/2007 Effective	(D) Difference	(E)
Asset Class	Allocation (\$ Billion)	Allocation (\$ Billion)	(C-B) (\$ Billion)	<u>Target</u> ² (\$ Billion)
Cash Equivalents	0.0	1.1	1.0	0.0
Domestic Fixed Income	61.0	60.8	-0.1	58.2
International Fixed Income	<u>7.5</u>	<u>7.5</u>	0.0	<u>7.6</u>
Global Fixed Income	68.5	68.3	<u>0.0</u> -0.2	65.8
AIM	20.1	20.4	0.3	15.2
Domestic Equity ³	89.6	87.9	-1.7	101.2
International Equity	<u>53.8</u>	<u>53.1</u>	<u>-0.7</u>	<u>50.6</u>
Global Equity	163.5	161.5	-2.0	167.0
Real Estate	21.6	22.2	0.6	20.2
Total Fund	<u>253.7</u>	253.0	<u>-0.6</u>	<u>253.0</u>

¹ Monthly progress report toward policy targets.

² Based upon Strategic Asset Allocation Target Percentage of total fund, from Asset Allocation Workshop October 2004.

³ Included is MDP Investment: LM Capital Investment: Total Market Value=**\$202.6 million.**

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BOOK VS MARKET VALUE

(A)	(B)	(C)	(D) Effective	(E) Difference
Asset Class	Book Value (\$ Billion)	Market Value (\$ Billion)	Market Value (\$ Billion)	(C - B) (\$ Billion)
Cash Equivalents	1.9	1.9	1.1	0.0
Domestic Fixed Income	57.1	60.8	60.8	3.8
International Fixed Income	<u>7.0</u>	<u>7.5</u>	<u>7.5</u>	<u>0.4</u>
Global Fixed Income	64.1	68.3	68.3	4.2
AIM	21.7	20.4	20.4	-1.3
Domestic Equity ¹	54.3	87.4	87.9	33.1
International Equity	<u>42.3</u>	<u>52.8</u>	<u>53.1</u>	<u>10.6</u>
Global Equity	118.2	160.6	161.5	42.4
Real Estate	19.5	22.2	22.2	2.7
Total Fund	203.8	253.0	<u>253.0</u>	49.3

¹ Included is MDP Investment- LM Capital Investment: Total Book Value= **\$199.9 million**, Total Market Value=**\$202.6 million**.

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GROSS PERFORMANCE VS EXPECTED RETURNS

One Year January 1, 2007 to December 31, 2007

(A)	(B)	(C)	(D)	(E)	(F)	(G) One
	Cash Market	Effective	Asset	CalPERS Long-Term	Expected	Standard Deviation
Asset Class	<u>Allocation</u>	Allocation	<u>Return</u>	Expected Annual Return	Standard Deviation	<u>Range</u>
Cash Equivalents	0.8 %	0.4 %	5.4 %	1.5 %	1.1 %	0.4 - 2.6 %
Domestic Fixed Income	24.0	24.0	7.7			
International Fixed Income	<u>3.0</u>	<u>3.0</u>	10.9			
Global Fixed Income	27.0	27.0	8.1	3.0	7.0	-4.0 - 10.0
AIM	8.1	8.1	25.8	10.0	35.0	-25.0 - 45.0
Domestic Equity	34.5	34.8	6.2	7.0	17.0	-10.0 - 24.0
International Equity	<u>20.9</u>	<u>21.0</u>	13.9	7.0	19.5	-12.5 - 26.5
Global Equity	63.5	63.8	8.9 ²			
Real Estate	8.8	8.8	12.0	5.5	14.0	-8.5 - 19.5
Total Fund	100.0	100.0	10.2	8.0	12.2	-4.2 - 20.2

¹ Asset Allocation Workshop, October 2004

² Global Equity Return, does not include AIM's Return

^{*} Figures for this report are rounded for viewing purposes. Calculations are based on actual values. When summing net amounts on this report, there may be breakage.

NET PERFORMANCE VS EXPECTED RETURNS

One Year January 1, 2007 to December 31, 2007

(A)	(B)	(C)	(D)	(E)	(F)	(G) One	
	Cash Market	Effective	Asset	CalPERS Long-Term	Expected	Standard Deviation	n
Asset Class	<u>Allocation</u>	Allocation	<u>Return</u>	Expected Annual Return	Standard Deviation	<u>Range</u>	
Cash Equivalents	0.8 %	0.4 %	5.4 %	1.5 %	1.1 %	0.4 - 2.6	%
Domestic Fixed Income	24.0	24.0	7.7				
International Fixed Income	<u>3.0</u>	<u>3.0</u>	10.8				
Global Fixed Income	27.0	27.0	8.1	3.0	7.0	-4.0 - 10.0	
AIM	8.1	8.1	25.8	10.0	35.0	-25.0 - 45.0	
Domestic Equity	34.5	34.8	6.2	7.0	17.0	-10.0 - 24.0	
International Equity	<u>20.9</u>	<u>21.0</u>	13.8	7.0	19.5	-12.5 - 26.5	
Global Equity	63.5	63.8	8.8 ²				
Real Estate	8.8	8.8	9.5	5.5	14.0	-8.5 - 19.5	
Total Fund	100.0	100.0	10.0	8.0	12.2	-4.2 - 20.2	

¹ Asset Allocation Workshop, October 2004

² Global Equity Return, does not include AIM's Return

^{*} Figures for this report are rounded for viewing purposes. Calculations are based on actual values. When summing net amounts on this report, there may be breakage.

GROSS RETURNS

One Year January 1, 2007 to December 31, 2007

	(A)	(B)	(C)
	Reported		Net Return
Asset Class	Gross Return	<u>Expenses</u>	<u>(A-B)</u>
Cash Equivalents	5.35%	0.00%	5.35%
Domestic Fixed Income	7.72%	0.00%	7.72%
International Fixed Income	10.88%	0.06%	10.82%
Global Fixed Income	8.07%	0.01%	8.06%
AIM	25.77%	0.01%	25.76%
Domestic Equity	6.24%	0.07%	6.17%
International Equity	13.92%	0.11%	13.81%
Global Equity ¹	8.92%	0.08%	8.84%
Real Estate	11.96%	2.46%	9.50%
Total Fund		0.25%	9.98%

¹ Global Equity Returns and Expenses do not include AIM

CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM CIO REPORT

GROSS RATES OF RETURN

Period Ending December 31, 2007 Investment Committee Meeting

TOTAL PLAN SJIFCAL - TOTAL PUND CALPERS POLCY INDEX CALPERS CALPERS POLCY INDEX CALPERS CALPER		MKT VAL	One Month	QTR	FYTD	CYTD	1 Year	3 Years	5 Years	10 Years
SITCAL FUND 253,014,286 0.34 0.41 2.65 0.23 0.25 1.17 1.63 0.26 0.27 1.63 0.26 0.28 0.38 0.18 3.10 0.95 9.5 1.17 3.18 0.26 0.26 0.28 0		(000'S)	Dec 07	Oct - Dec 07	07-08	2007				
CPERSIO2 - CALIPERS POLICY INDEX 0.38		050 044 000	0.04	0.44	0.05	40.00	40.00	40.07	44.00	0.05
CPERSIQE - ACTUAL WEIGHTED TOTAL FUND INDEX 0.35 0.23 0.24 0.48 0.48 11.29 13.89		253,014,286								8.65 7.85
DOMESTIC SHBCAT - TOT DOM EQ-IND HG-ENV EX VENT, HDG, CG										7.05
SHBCA1 - TOT DOM EG-IND HG-ENV EX VENT, HDG, CG 79,326,349 -0.40 -2.90 -1.54 6.35 6.35 9.14 13.73 7082 - WILSHIRE 2500 EX TOBACCO (BLENDED) -0.48 -2.76 -1.12 6.55 6.65 9.20 13.72 INTERNATIONAL - EXTERNAL SHBCA1 - INTIL TOT EXT EG-MDP-HIND HG, EX OVLY EX V 23,001,962 -1.10 -0.86 -1.18 1.96 16.55 16.55 20.48 23.17 CPERINZD - CALPERS FISE AW EX US/SSGA BLEND (DAILY 23,006,602 -0.86 -1.18 -0.21 3.86 17.22 17.22 20.06 24.16 TOTEL CALPERS FISE AW EX US/SSGA BLEND (DAILY 23,006,602 -1.46 -0.21 3.86 17.25 17.22 20.06 24.16 INTERNATIONAL - INTERNATIONAL EXPENSE OF A STATE DEV WORLD EX US&TOBACCO (DAILY -2.01 -1.27 -1.61 13.45 13.	GLOBAL EQUITY									
YORG- VILL SHIRE ZSOD EX TORACCO (BLENDED) 0.48 2.76 1.12 6.65 6.65 9.20 13.72	DOMESTIC									
NTERNATIONAL - EXTERNAL SHBCA1 - INIT LOT EXT EQ-MIDP+IND HG, EX OVLY EX V 23,001,962 -1.10 -0.86 -1.18 1.96 19.27 19.27 21.19 24.63 23.17 CPERINZD - CALPERS FTSE AW EX US/SSGA BLEND (DAILY 23,060,602 -0.86 -1.18 1.96 1.95 1.927 19.27 21.19 24.63 23.17 CPERINZD - CALPERS FTSE AW EX US/SSGA BLEND (DAILY 23,060,602 -0.86 -1.18 1.96 1.92 17.22 20.06 24.16 INTERNATIONAL - INTERNAL INTL PASSIVE ALLOCATION 23,761,967 -2.02 -1.33 1.63 13.61 13.61 13.65 1.85 SWED - EXPENDING - VORTLE EX US/SSGA BLEND (DAILY 29,753 -2.05 -2.46 -10.36 -12.22	SH8CA1 - TOT DOM EQ+IND HG+ENV EX VENT, HDG, CG	79,326,349	-0.40	-2.90	-1.54	6.35	6.35		13.73	6.40
SHBCA1 - INTL TOT EXT EC4MDP-IND HG, EX OVLY EX V 23,001,962 -1.10 -0.86 -1.18 1.96 16.65 16.65 20.48 23.17 CPERINZD - CALPERS FTSE AW EX USYSSGA BLEND (DAILY -1.46 -0.21 3.86 17.22 17.22 20.06 24.16 INTERNATIONAL - SWEAP - INTERNATIONAL - SWEAP - INTERNATIONAL - SWEAP - INTERNATIONAL - SWEAP - INTERNATIONAL - INTERNATIONAL - SWEAP - INTERNATIONAL - CALPERS FTSE DEV WORLD EX US&TOBACCO (DAI -2.01 -1.27 -1.61 13.45 13.4	Y082 - WILSHIRE 2500 EX TOBACCO (BLENDED)		-0.48	-2.76	-1.12	6.65	6.65	9.20	13.72	6.09
SHBRA1 - INTL TOT EAT EG-MDP-INIO HG-OVLY EN TI 23,060,602 -0.86 -1.18 1.96 16.65 16.65 20.48 23.17 CPERINZD - CALPERS FTSE AW EX US/SSGA BLEND (DAILY -1.46 -0.21 3.86 17.22 17.22 20.06 24.16 INTERNATIONAL - INTERNAL SWEAB - INTERNAL INTL PASSIVE ALLOCATION 23,761,967 -2.02 -1.33 1.63 13.61 13.61 3.65 3.67 3.	INTERNATIONAL - EXTERNAL									
CPERINZO - CALPERS FTSE AW EX US/SSGA BLEND (DAILY 1.46 -0.21 3.86 17.22 17.22 20.06 24.16 INTERNATIONAL - INTERNAL INTERNATIONAL EQUITY TRANSITION 129,753 2.05 2.46 1.27 1.61 13.45 1	SHBCA1 - INTL TOT EXT EQ+MDP+IND HG, EX OVLY EX V	23,001,962	-1.10	-0.86	4.14	19.27	19.27	21.19	24.63	10.39
INTERNATIONAL - INTERNAL SWEAB - INTERNAL INTERNASIVE ALLOCATION 23,761,967 2.02 1.33 1.63 13.61 13.		23,060,602	-0.86			16.65				9.86
SWEAB - INTERNAL INTL PASSIVE ALLOCATION 23,761,967 -2.02 -1.33 1.63 13.61 13.61 13.65	CPERIN2D - CALPERS FTSE AW EX US/SSGA BLEND (DAILY		-1.46	-0.21	3.86	17.22	17.22	20.06	24.16	10.17
OR32 - CALPERS FTSE DEV WORLD EX US&TOBACCO(DAI 1.9,753 -2.01 1.27 1.61 13.45 13.45	INTERNATIONAL - INTERNAL									
SWCG - EXTERNAL INTERNATIONAL EQUITY TRANSITION 129,753 -2.05 -2.46 -10.36 -12.22 -12.22	SWEAB - INTERNAL INTL PASSIVE ALLOCATION	23,761,967	-2.02	-1.33	1.63	13.61	13.61			
NECONSTRICT	QR32 - CALPERS FTSE DEV WORLD EX US&TOBACCO(DAI		-2.01	-1.27	1.61	13.45	13.45			
SALCA1 - TOTAL ARS PROGRAM COMPOSITE 7,026,799 0.66 1.97 1.87 1.87 9.88 9.89 11.02 11.19	SWCG - EXTERNAL INTERNATIONAL EQUITY TRANSITION	129,753	-2.05	-2.46	-10.36	-12.22	-12.22			
COPPORATE GOVERNANCE SWMKA1 - CORPORATE GOVERNANCE SWMKA1 - CORPORATE GOVERNANCE COPPORATE GOVERNANCE SWMKA1 - CORPORATE GOVERNANCE COPPORATE GOVERNANCE SWMKA1 - CORPORATE GOVERNANCE COPPORATE GOVERNANCE SWMKA1 - CORPORATE GOVERNANCE CORPORATE GOVERNANCE SWMKA1 - CORPORATE GOVERNANCE CORPORATE GOVERNANCE SWMKA1 - MARCH CORPORATE GOVERNANCE IC (DAILY) - 1.37 - 3.48 - 4.18 - 3.17 - 3.73 - 3.73 - 3.73 - 3.73 - 8.66 - 17.35 - 3.48 - 4.18 - 3.17 - 3.17 - 11.41 - 16.31 MDP I DOM FIXED INCOME-INVESTMENTS SNIKA1 - MDP I DOM FIXED INCOME SIDKA1 - TOTAL DOMESTIC FIXED INCOME DOMESTIC SJDKA1 - TOTAL DOMESTIC FIXED INCOME OCALPE - CALPERS CUSTOM LEH LPF (DAILY) - 0.11 - 3.52 - 6.92 - 7.16 - 7.72 - 7.72 - 5.64 - 6.77 - CALCCLP2 - CALPERS CUSTOM LEH LPF (DAILY) - 0.11 - 3.52 - 6.92 - 7.16 - 7.1	HEDGE FUND INVESTMENTS									
CORPORATE GOVERNANCE SWMKA1 - CORPORATE GOVERNANCE SWMKA1 - CORPORATE GOVERNANCE CPERSGC2 - CALPERS CORPORATE GOVERANCE IC (DAILY) 1.37 3.48 3.17 3.17 3.17 11.41 16.31 MDP I DOM FIXED INCOME-NVESTMENTS SNIKA1 - MDP I DOM FIXED INCOME-INVESTMENTS SNIKA1 - MDP I DOM FIXED INCOME-INVESTMENTS SNIKA1 - MDP I DOM FIXED INCOME-INVESTMENTS SNIKA1 - TOTAL DOMESTIC FIXED INCOME SDMESTIC SJDKA1 - TOTAL DOMESTIC FIXED INCOME SJDKA1 - TOTAL LINTL FIXED INCOME CALWGXU2 - CALPERS WORLD GOVT X US SJDKA1 - TOTAL LINTL FIXED INCOME CALWGXU2 - CALPERS WORLD GOVT X US SJNKA1 - TOTAL CASH SJNKA1 - TOTAL LINTL FIXED INCOME SJNKA1 - TOTAL LINTL FIXED INCOME CALWGXU2 - CALPERS WORLD GOVT X US SJNKA1 - TOTAL CASH SJNKA1 - TOTAL LINTL FIXED INCOME SJNKA1 - TOTAL LINTL FIXED INCOME SJNKA1 - TOTAL CASH SJNKA1 - TOTAL CASH SJNKA1 - TOTAL LINTL FIXED INCOME SJNKA1 - TOTAL LINT	SNLCA1 - TOTAL ARS PROGRAM COMPOSITE	7,026,799	0.66	1.97	1.87	9.89	9.89	11.02	11.19	
SWMKA1 - CORPORATE GOVERNANCE (CPERHED2 - TOTAL ARS PROGRAM BLENDED INDEX (DAILY)		0.63	2.77	5.96	11.22	11.22	9.37	10.80	
CPERSGC2 - CALPERS CORPORATE GOVERANCE IC (DAILY)	CORPORATE GOVERNANCE									
MDP I DOM FIXED INCOME-NVESTMENTS SNIKA1 - MDP I DOM FIXED INCOME-INVESTMENTS SNIKA1 - MDP I DOM FIXED INCOME-INVESTMENTS SNIKA1 - MDP I DOM FIXED INCOME BOLOBAL FIXED INCOME DOMESTIC SJDKA1 - TOTAL DOMESTIC FIXED INCOME SJDKA1 - TOTAL LOMESTIC FIXED INCOME NOTE: SJDKA1 - TOTAL INTL FIXED INCOME SJDKA1 - TOTAL LOME STORE STOR		5,340,914	-2.90	-8.03	-12.32	-3.73	-3.73	8.66	17.35	
SNIKA1 - MDP I DOM FIXED INCOME-INVESTMENTS X40D - CITIGROUP BIG (DAILY) SUBJECT 1	CPERSGC2 - CALPERS CORPORATE GOVERANCE IC (DAILY)		-1.37	-3.48	-4.18	3.17	3.17	11.41	16.31	
Column	MDP I DOM FIXED INCOME-NVESTMENTS									
Color Colo	SN1KA1 - MDP I DOM FIXED INCOME-INVESTMENTS	202,618	0.09	2.91	5.82	7.29	7.29	4.60	5.59	
SJDKA1 - TOTAL DOMESTIC FIXED INCOME 60,345,595 0.23 3.48 6.94 7.72 7.72 5.64 6.77	X40D - CITIGROUP BIG (DAILY)		0.20	3.15	6.27	7.22	7.22	4.69	4.55	6.03
SJDKA1 - TOTAL DOMESTIC FIXED INCOME CALCCLP2 - CALPERS CUSTOM LEH LPF (DAILY) 0.11 0.352 0.23 0.48 0.94 0.772 0.16 0.11 0.352 0.92 0.16 0.16 0.16 0.11 0.352 0.92 0.16 0.16 0.16 0.11 0.352 0.92 0.16 0.16 0.16 0.11 0.352 0.92 0.16 0.16 0.16 0.17 0.16 0.88 0.524 INTERNATIONAL SJDCA1 - TOTAL INTL FIXED INCOME CALWGXU2 - CALPERS WORLD GOVT X US 0.65 0.65 0.69 0.11.67 0.90 0.10.90 0.10.90 0.74 0.757 CASH EQUIVALENTS SJVKA1 - TOTAL CASH 0.40 0.40 0.123 0.259 0.30 0.30 0.40 0.103 0.32 0.40 0.40 0.123 0.59 0.30 0.50 0.50 0.50 0.60 0.61 0.77 0.80 0.77 0.80 0.80 0.80 0.80 0.80	GLOBAL FIXED INCOME									
CALCCLP2 - CALPERS CUSTOM LEH LPF (DAILY) 0.11 3.52 6.92 7.16 7.16 4.82 5.24	DOMESTIC									
INTERNATIONAL SJDCA1 - TOTAL INTL FIXED INCOME 7,481,398 -0.57 3.67 11.59 10.88 10.88 2.64 7.82 CALWGXU2 - CALPERS WORLD GOVT X US -0.65 3.69 11.67 10.90 10.90 2.74 7.57 CASH EQUIVALENTS SJVKA1 - TOTAL CASH 1,577,624 0.43 1.29 2.64 5.35 5.35 4.65 3.32 78K2 - PERS CUSTOM STIF NET OF FEES 0.40 1.23 2.59 5.30 5.30 4.51 3.16 ALTERNATIVE INVESTMENTS SJXKA1 - AIM: PARTNERSHIP & DIRECT INVESTMENTS 20,408,866 -0.05 0.06 11.57 25.77 25.77 23.17 17.61 CPERYCX2 - WILSHIRE 2500 PLUS 500 BPS/CYFU BLEND 1.53 4.67 8.41 16.30 16.30 17.89 12.82 SW2V - AIM DISTRIBUTION STOCK 81,620 -2.94 -16.39 -14.84 -4.16 -4.16 5.06 15.01 REAL ESTATE 10,277,793 3.31 3.31 3.31 11.62 18.16 18.16 33.22 25.00 SW7KA1 - TOTAL NON-CORE REAL ESTATE 10,482,622 -1.38 -2.81 -1.11 5.49 5.49 25.51 24.30 ZUWD - NCREIF PROPERTY 1 QTR LAG (DAILY)	SJDKA1 - TOTAL DOMESTIC FIXED INCOME	60,345,595	0.23	3.48	6.94	7.72	7.72	5.64	6.77	7.00
SJDCA1 - TOTAL INTL FIXED INCOME CALWGXU2 - CALPERS WORLD GOVT X US -0.65 3.69 11.67 10.90 10.90 2.74 7.57 CASH EQUIVALENTS SJVKA1 - TOTAL CASH SJVKA1 - TOTAL CASH SJAIM - TOTAL CASH SJAIM - TOTAL CASH SJAIM - TOTAL CASH SJAIM - TOTAL AIM COMPOSITE SJXKA1 - AIM: PARTNERSHIP & DIRECT INVESTMENTS SJAIM - TOTAL AIM COMPOSITE SJXKA1 - AIM: PARTNERSHIP & DIRECT INVESTMENTS SJXKA1 - AIM: PARTNERSHIP & DIRECT INVESTMENTS SJXKA1 - AIM: PARTNERSHIP & DIRECT INVESTMENTS SJXVA - AIM: DISTRIBUTION STOCK 81,620 81,620 82,94 81,620 82,94 81,620 82,94 83,31 83,31 83,31 83,11 83,62 84,67 84,16 84	CALCCLP2 - CALPERS CUSTOM LEH LPF (DAILY)		0.11	3.52	6.92	7.16	7.16	4.82	5.24	6.55
CALWGXU2 - CALPERS WORLD GOVT X US CASH EQUIVALENTS SJVKA1 - TOTAL CASH Y8K2 - PERS CUSTOM STIF NET OF FEES ALTERNATIVE INVESTMENTS SJAIM - TOTAL AIM COMPOSITE SJXKA1 - AIM: PARTNERSHIP & DIRECT INVESTMENTS SJXKA1 - AIM: PARTNERSHIP & DIRECT INVESTMENTS SJXKA1 - AIM: PARTNERSHIP & DIRECT INVESTMENTS SW2V - AIM DISTRIBUTION STOCK 81,620 -2.94 -0.05 -0.06 -0.06 -0.05 -0.06 -0.06 -0.05 -0.06 -0.06 -0.06 -0.05 -0.06 -0.06 -0.06 -0.06 -0.06 -0.07 -0.06 -0.06 -0.06 -0.06 -0.06 -0.07 -0.08 -0.08 -0.08 -0.08 -0.08 -0.09 -0.08 -0.09 -0.08 -0.09 -0.08 -0.09	INTERNATIONAL									
CASH EQUIVALENTS SJVKA1 - TOTAL CASH YBK2 - PERS CUSTOM STIF NET OF FEES ALTERNATIVE INVESTMENTS SJAIM - TOTAL AIM COMPOSITE SJXKA1 - AIM: PARTNERSHIP & DIRECT INVESTMENTS CPERYCX2 - WILSHIRE 2500 PLUS 500 BPS/CYFU BLEND SW2V - AIM DISTRIBUTION STOCK 81,620 -2.94 -16.39 -14.84 -4.16 -4.16 -4.16 -5.06 -5.00 SW7KA1 - TOTAL NON-CORE REAL ESTATE SW3CA1 - CORE REAL ESTATE SW3CA1 - TOTAL NON-CORE REAL ESTATE 10,482,622 -1.38 -2.81 -1.11 -1.29 -2.64 -5.35 -5.36 -5.31 -7.61 -7.	SJDCA1 - TOTAL INTL FIXED INCOME	7,481,398	-0.57	3.67	11.59	10.88	10.88	2.64	7.82	6.09
SJVKA1 - TOTAL CASH Y8K2 - PERS CUSTOM STIF NET OF FEES 1,577,624 0.43 1.29 2.64 5.35 5.35 4.65 3.32 Y8K2 - PERS CUSTOM STIF NET OF FEES ALTERNATIVE INVESTMENTS SJAIM - TOTAL AIM COMPOSITE SJXKA1 - AIM: PARTNERSHIP & DIRECT INVESTMENTS CPERYCX2 - WILSHIRE 2500 PLUS 500 BPS/CYFU BLEND SW2V - AIM DISTRIBUTION STOCK 81,620 81,620 82,94 81,620 8	CALWGXU2 - CALPERS WORLD GOVT X US		-0.65	3.69	11.67	10.90	10.90	2.74	7.57	6.31
Y8K2 - PERS CUSTOM STIF NET OF FEES 0.40 1.23 2.59 5.30 5.30 4.51 3.16 ALTERNATIVE INVESTMENTS SJAIM - TOTAL AIM COMPOSITE 20,408,866 -0.05 0.06 11.57 25.77 25.77 23.17 17.61 SJXKA1 - AIM: PARTNERSHIP & DIRECT INVESTMENTS 20,327,246 -0.04 0.15 11.77 25.99 23.36 17.61 CPERYCX2 - WILSHIRE 2500 PLUS 500 BPS/CYFU BLEND 1.53 4.67 8.41 16.30 16.30 17.89 12.82 SW2V - AIM DISTRIBUTION STOCK 81,620 -2.94 -16.39 -14.84 -4.16 -4.16 5.06 15.01 REAL ESTATE SW3CA1 - CORE REAL ESTATE 10,277,793 3.31 3.31 11.62 18.16 18.16 33.22 25.00 SW7KA1 - TOTAL NON-CORE REAL ESTATE 10,482,622 -1.38 -2.81 -1.11 5.49 5.49 25.51 24.30 ZLWD - NCREIF PROPERTY 1 QTR LAG (DAILY) 0.00 0.00 4.59 13.26 16.66 13.99 </td <td>CASH EQUIVALENTS</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>	CASH EQUIVALENTS									
Y8K2 - PERS CUSTOM STIF NET OF FEES 0.40 1.23 2.59 5.30 5.30 4.51 3.16 ALTERNATIVE INVESTMENTS SJAIM - TOTAL AIM COMPOSITE 20,408,866 -0.05 0.06 11.57 25.77 25.77 23.17 17.61 SJXKA1 - AIM: PARTNERSHIP & DIRECT INVESTMENTS 20,327,246 -0.04 0.15 11.77 25.99 23.36 17.61 CPERYCX2 - WILSHIRE 2500 PLUS 500 BPS/CYFU BLEND 1.53 4.67 8.41 16.30 16.30 17.89 12.82 SW2V - AIM DISTRIBUTION STOCK 81,620 -2.94 -16.39 -14.84 -4.16 -4.16 5.06 15.01 REAL ESTATE SW3CA1 - CORE REAL ESTATE 10,277,793 3.31 3.31 11.62 18.16 18.16 33.22 25.00 SW7KA1 - TOTAL NON-CORE REAL ESTATE 10,482,622 -1.38 -2.81 -1.11 5.49 5.49 25.51 24.30 ZLWD - NCREIF PROPERTY 1 QTR LAG (DAILY) 0.00 0.00 4.59 13.26 16.66 13.99 </td <td></td> <td>1.577.624</td> <td>0.43</td> <td>1.29</td> <td>2.64</td> <td>5.35</td> <td>5.35</td> <td>4.65</td> <td>3.32</td> <td>4.18</td>		1.577.624	0.43	1.29	2.64	5.35	5.35	4.65	3.32	4.18
SJAIM - TOTAL AIM COMPOSITE 20,408,866 -0.05 0.06 11.57 25.77 25.77 23.17 17.61 SJXKA1 - AIM: PARTNERSHIP & DIRECT INVESTMENTS 20,327,246 -0.04 0.15 11.77 25.99 25.99 23.36 17.61 CPERYCX2 - WILSHIRE 2500 PLUS 500 BPS/CYFU BLEND 1.53 4.67 8.41 16.30 16.30 17.89 12.82 SW2V - AIM DISTRIBUTION STOCK 81,620 -2.94 -16.39 -14.84 -4.16 -4.16 5.06 15.01 REAL ESTATE SW3CA1 - CORE REAL ESTATE 10,277,793 3.31 3.31 11.62 18.16 18.16 33.22 25.00 SW7KA1 - TOTAL NON-CORE REAL ESTATE 10,482,622 -1.38 -2.81 -1.11 5.49 5.49 25.51 24.30 ZLWD - NCREIF PROPERTY 1 QTR LAG (DAILY) 0.00 0.00 4.59 13.26 16.66 13.99		,- ,-								3.88
SJAIM - TOTAL AIM COMPOSITE 20,408,866 -0.05 0.06 11.57 25.77 25.77 23.17 17.61 SJXKA1 - AIM: PARTNERSHIP & DIRECT INVESTMENTS 20,327,246 -0.04 0.15 11.77 25.99 25.99 23.36 17.61 CPERYCX2 - WILSHIRE 2500 PLUS 500 BPS/CYFU BLEND 1.53 4.67 8.41 16.30 16.30 17.89 12.82 SW2V - AIM DISTRIBUTION STOCK 81,620 -2.94 -16.39 -14.84 -4.16 -4.16 5.06 15.01 REAL ESTATE SW3CA1 - CORE REAL ESTATE 10,277,793 3.31 3.31 11.62 18.16 18.16 33.22 25.00 SW7KA1 - TOTAL NON-CORE REAL ESTATE 10,482,622 -1.38 -2.81 -1.11 5.49 5.49 25.51 24.30 ZLWD - NCREIF PROPERTY 1 QTR LAG (DAILY) 0.00 0.00 4.59 13.26 16.66 13.99	ALTERNATIVE INVESTMENTS									
SJXKA1 - AIM: PARTNERSHIP & DIRECT INVESTMENTS 20,327,246 -0.04 0.15 11.77 25.99 25.99 23.36 17.61 CPERYCX2 - WILSHIRE 2500 PLUS 500 BPS/CYFU BLEND 1.53 4.67 8.41 16.30 16.30 17.89 12.82 SW2V - AIM DISTRIBUTION STOCK 81,620 -2.94 -16.39 -14.84 -4.16 -4.16 5.06 15.01 REAL ESTATE SW3CA1 - CORE REAL ESTATE 10,277,793 3.31 3.31 11.62 18.16 18.16 33.22 25.00 SW7KA1 - TOTAL NON-CORE REAL ESTATE 10,482,622 -1.38 -2.81 -1.11 5.49 5.49 25.51 24.30 ZLWD - NCREIF PROPERTY 1 QTR LAG (DAILY) 0.00 0.00 4.59 13.26 13.26 16.66 13.99		20 408 866	-0.05	0.06	11.57	25 77	25 77	23 17	17 61	12.39
CPERYCX2 - WILSHIRE 2500 PLUS 500 BPS/CYFU BLEND 1.53 4.67 8.41 16.30 16.30 17.89 12.82 SW2V - AIM DISTRIBUTION STOCK 81,620 -2.94 -16.39 -14.84 -4.16 -4.16 5.06 15.01 REAL ESTATE SW3CA1 - CORE REAL ESTATE 10,277,793 3.31 3.31 11.62 18.16 18.16 33.22 25.00 SW7KA1 - TOTAL NON-CORE REAL ESTATE 10,482,622 -1.38 -2.81 -1.11 5.49 5.49 25.51 24.30 ZLWD - NCREIF PROPERTY 1 QTR LAG (DAILY) 0.00 0.00 4.59 13.26 13.26 16.66 13.99										12.68
REAL ESTATE SW3CA1 - CORE REAL ESTATE 10,277,793 3.31 3.31 11.62 18.16 18.16 33.22 25.00 SW7KA1 - TOTAL NON-CORE REAL ESTATE 10,482,622 -1.38 -2.81 -1.11 5.49 5.49 25.51 24.30 ZLWD - NCREIF PROPERTY 1 QTR LAG (DAILY) 0.00 0.00 4.59 13.26 13.26 16.66 13.99		-,- , -								5.93
REAL ESTATE SW3CA1 - CORE REAL ESTATE 10,277,793 3.31 11.62 18.16 18.16 33.22 25.00 SW7KA1 - TOTAL NON-CORE REAL ESTATE 10,482,622 -1.38 -2.81 -1.11 5.49 5.49 25.51 24.30 ZLWD - NCREIF PROPERTY 1 QTR LAG (DAILY) 0.00 0.00 4.59 13.26 13.26 16.66 13.99	SW2V - AIM DISTRIBUTION STOCK	81.620	-2.94	-16.39	-14.84	-4.16	-4.16	5.06	15.01	
SW3CA1 - CORE REAL ESTATE 10,277,793 3.31 3.31 11.62 18.16 18.16 33.22 25.00 SW7KA1 - TOTAL NON-CORE REAL ESTATE 10,482,622 -1.38 -2.81 -1.11 5.49 5.49 25.51 24.30 ZLWD - NCREIF PROPERTY 1 QTR LAG (DAILY) 0.00 0.00 4.59 13.26 13.26 16.66 13.99		- ,								
SW7KA1 - TOTAL NON-CORE REAL ESTATE 10,482,622 -1.38 -2.81 -1.11 5.49 5.49 25.51 24.30 ZLWD - NCREIF PROPERTY 1 QTR LAG (DAILY) 0.00 0.00 4.59 13.26 13.26 16.66 13.99		10 277 703	3 31	3 31	11.62	18 16	18 16	33 22	25.00	18.95
ZLWD - NCREIF PROPERTY 1 QTR LAG (DAILY) 0.00 0.00 4.59 13.26 13.26 16.66 13.99		, ,								15.82
		10,702,022								12.68
	INFLATION LINKED									
SX2CA1 - TOTAL INFLATION LINKED (PILOT) 1.907,262 1.52 4.13		1 907 262	1 52	4 13						
SAZOAT - TOTAL INIT LETTON ELINED (FIECE) 1,507,202 1.52 + 1.13 CPERSCP4 - CPI + 400 BPS 0.26 1.33	, ,	1,007,202								

⁽¹⁾ SJXKA1 actual inception 3/90, returns only available since conversion to State Street Bank Private Real Estate valued at prior quarter-end; Public Real Estate valued at current month-end.

Excludes MDP venture accounts in composites SW9C, SWDC.

This report prepared by State Street Bank

CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM CIO REPORT

NET RATES OF RETURN Period Ending December 31, 2007

Investment Committee Meeting

	MKT VAL	One Month	QTR	FYTD	CYTD	1 Year	3 Years	5 Years	10 Years
	(000'S)	Dec 07	Oct - Dec 07	07-08	2007				
TOTAL PLAN									
SJ1CA1 - TOTAL FUND	253,014,286	-0.39	-0.46	2.52	9.98	9.98	11.90	14.34	8.46
CPERSTO2 - CALPERS POLICY INDEX		-0.38	0.18	3.10	9.95	9.95	11.17	13.41	7.85
CPERSI02 - ACTUAL WEIGHTED TOTAL FUND INDEX		-0.35	0.23	3.24	10.48	10.48	11.29	13.69	7.98
GLOBAL EQUITY									
DOMESTIC	70 000 040	0.40	0.04	4.55	0.00	0.00	0.44	40.70	0.00
SH8CA1 - TOT DOM EQ+IND HG+ENV EX VENT, HDG, CG	79,326,349	-0.40	-2.91 -2.76	-1.55	6.32	6.32	9.11 9.20	13.70	6.38
Y082 - WILSHIRE 2500 EX TOBACCO (BLENDED)		-0.48	-2.76	-1.12	6.65	6.65	9.20	13.72	6.09
INTERNATIONAL - EXTERNAL	23,001,962	-1.12	-0.94	4.00	19.02	19.02	21.05	24.51	10.33
SHBCA1 - INTL TOT EXT EQ+MDP+IND HG, EX OVLY EX V SHBKA1 - INTL TOT EXT EQ+MDP+IND HG+OVLY EX VT	23,001,962	-1.12	-0.9 4 -1.26	1.83	16.40	16.40	20.33	23.04	9.78
CPERIN2D - CALPERS FTSE AW EX US/SSGA BLEND (DAILY	23,000,002	-1.46	-0.21	3.86	17.22	17.22	20.06	24.16	10.17
INTERNATIONAL - INTERNAL		1.40	0.21	5.00	17.22	17.22	20.00	24.10	10.17
SWEAB - INTERNAL INTL PASSIVE ALLOCATION	23.761.967	-2.02	-1.33	1.63	13.61	13.61			
QR32 - CALPERS FTSE DEV WORLD EX US&TOBACCO(DAI	23,701,907	-2.02 -2.01	-1.33 -1.27	1.61	13.45	13.45			
SWCG - EXTERNAL INTERNATIONAL EQUITY TRANSITION	129,753	-2.05	-2.46	-10.36	-12.22	-12.22			
	129,733	-2.03	-2.40	-10.50	-12.22	-12.22			
HEDGE FUND INVESTMENTS	7 000 700	0.50	4.04	4.05	0.45	0.45	40.70	40.00	
SNLCA1 - TOTAL ARS PROGRAM COMPOSITE CPERHED2 - TOTAL ARS PROGRAM BLENDED INDEX (DAILY)	7,026,799	0.58 0.63	1.81 2.77	1.65 5.96	9.45 11.22	9.45 11.22	10.70 9.37	10.82 10.80	
, ,		0.03	2.11	5.90	11.22	11.22	9.31	10.60	
CORPORATE GOVERNANCE									
SWMKA1 - CORPORATE GOVERNANCE	5,340,914	-2.90	-8.03	-12.39	-3.99	-3.99	8.31	16.82	
CPERSGC2 - CALPERS CORPORATE GOVERANCE IC (DAILY)		-1.37	-3.48	-4.18	3.17	3.17	11.41	16.31	
MDP I DOM FIXED INCOME-NVESTMENTS									
SN1KA1 - MDP I DOM FIXED INCOME-INVESTMENTS	202,618	0.06	2.87	5.74	7.18	7.18	4.46	5.40	
X40D - CITIGROUP BIG (DAILY)		0.20	3.15	6.27	7.22	7.22	4.69	4.55	6.03
GLOBAL FIXED INCOME									
DOMESTIC									
SJDKA1 - TOTAL DOMESTIC FIXED INCOME	60,345,595	0.23	3.48	6.94	7.72	7.72	5.63	6.75	7.00
CALCCLP2 - CALPERS CUSTOM LEH LPF (DAILY)		0.11	3.52	6.92	7.16	7.16	4.82	5.24	6.55
INTERNATIONAL									
SJDCA1 - TOTAL INTL FIXED INCOME	7,481,398	-0.58	3.66	11.57	10.82	10.82	2.57	7.75	6.02
CALWGXU2 - CALPERS WORLD GOVT X US		-0.65	3.69	11.67	10.90	10.90	2.74	7.57	6.31
CASH EQUIVALENTS									
SJVKA1 - TOTAL CASH	1,577,624	0.43	1.29	2.64	5.35	5.35	4.65	3.32	4.18
Y8K2 - PERS CUSTOM STIF NET OF FEES		0.40	1.23	2.59	5.30	5.30	4.51	3.16	3.88
ALTERNATIVE INVESTMENTS									
SJAIM - TOTAL AIM COMPOSITE	20,408,866	-0.05	0.05	11.56	25.76	25.76	23.16	17.59	12.38
SJXKA1 - AIM: PARTNERSHIP & DIRECT INVESTMENTS	20,327,246	-0.04	0.15	11.77	25.99	25.99	23.36	17.61	12.68
CPERYCX2 - WILSHIRE 2500 PLUS 500 BPS/CYFU BLEND		1.53	4.67	8.41	16.30	16.30	17.89	12.82	5.93
SW2V - AIM DISTRIBUTION STOCK	81,620	-2.94	-16.60	-15.35	-5.62	-5.62	3.66	13.71	
REAL ESTATE									
SW3CA1 - CORE REAL ESTATE	10,277,793	3.12	3.12	10.59	16.72	16.72	28.17	21.64	16.83
SW7KA1 - TOTAL NON-CORE REAL ESTATE	10,482,622	-2.12	-3.54	-2.64	2.04	2.04	18.58	18.85	12.31
ZLWD - NCREIF PROPERTY 1 QTR LAG (DAILY)		0.00	0.00	4.59	13.26	13.26	16.66	13.99	12.68
INFLATION LINKED									
SX2CA1 - TOTAL INFLATION LINKED (PILOT)	1,907,262	1.48	4.07						

⁽¹⁾ SJXKA1 actual inception 3/90, returns only available since conversion to State Street Bank Excludes MDP venture accounts in composites SW9C, SWDC. Private Real Estate valued at prior quarter-end; Public Real Estate valued at current month-end.

This report prepared by State Street Bank

CALPERS INVESTMENT IN CALIFORNIA as of December 31, 2007

(A)		(B)	(C) California (Commitment/	(D) California	(E) CA Investment as % of Asset Class	(F)
		Value	Investments) ¹	Investments	(D/B)	
Asset Class		(\$ millions)	(\$ millions)	(\$ millions)	<u>%</u>	Program Description or Assumption
REAL ESTATE						
	Real Estate	22,201.6	8,170.4	4,736.0	21 %	Outstanding commitments (column C/column B): 36.8%
EQUITY						
AIM		20,408.9	2,400.0	1,900.0	9	Includes commitments through December 31, 2007
Domestic Equity		87,357.8	12,421.0	12,421.0	14	CA investment is approximately 14%
International Equity		52,839.9	0.0	0.0	<u>0</u>	
	Global Equity	<u>160,606.5</u>	<u>14,821.0</u>	<u>14,321.0</u>	<u>9</u> %	
FIXED INCOME						
Domestic Fixed Income		60,824.5	2,738.8	2,738.8	5	
International Fixed Income		<u>7,481.4</u>	0.0	0.0	<u>0</u>	
	Global Fixed Income	68,305.9	2,738.8	2,738.8	4 %	
CASH / CASH EQUIVALENTS	;					
Ca	ash / Cash Equivalents	1,900.3	0.0	0.0	0	On deposit at the Treasurer's Office: \$908.15
TOTAL FUND		253,014.3 ======	25,730.2 ======	21,795.9 =====	9 % ====	Outstanding commitments (column C/column B): 10.2%

¹ Total actual investments at market value and outstanding program commitments in California

Note: Due to reporting constraints, the California Investments in Real Estate reported (except for Housing and REITs which are as of December 31, 2007) are as of November 30, 2007.

OPEN SESSION Chief Investment Officer's / Chief Operating Investment Officer's Report DISCLOSURE OF CLOSED SESSION ACTION ITEMS

Investment Committee Meeting	Agenda Item	Investment Committee Action	Vote
Closed February 14, 2006	Global Equity – Corporate Governance – Executive Compensation Strategic Plan Update	Approved staff engagement of six companies in order to achieve executive compensation reform consistent with Micro Economic Strategy 1 of CalPERS' Executive Compensation Strategic Plan.	Roll Call Vote: YES – Berte, Carlson, Diehr, Endsley, Feckner, Greene Ross, Hiber, Mathur, Shimada, Tom, Valdes
Closed May 15, 2006	Global Equity – Corporate Governance Executive Compensation Strategic Plan – UnitedHealth Group	Approved staff engagement of one additional company to the list of companies targeted to achieve executive compensation reform consistent with micro economic strategy #1 of CalPERS' Executive Compensation Strategic Plan.	Roll Call Vote: YES – Berte, Carlson, Diehr, Endsley, Feckner, Hiber, Greene Ross, Oliveira, Quevedo, Shimada, Tom, Valdes
Closed September 10, 2007	Global Equity – 2008 Preliminary Focus List	Approved the 2008 Preliminary Focus List of 16 companies.	Roll Call Vote: YES – Carlson, Coony, Diehr, Endsley, Mathur, McGuire, Oliveira, Quevedo, Shimada, Tom, Valdes

Investment Committee February 19, 2008

OPEN SESSION Chief Investment Officer's / Chief Operating Investment Officer's Report DISCLOSURE OF CLOSED SESSION ACTION ITEMS

Investment Committee Meeting	Agenda Item	Investment Committee Action	Vote
Closed	Real Estate –	Authorized staff to move forward with two investment	Roll Call Vote:
August 13, 2007	Real Estate Emerging Markets	transactions which may include investments in countries excluded from CalPERS' then-existing	YES – Bert, Carlson, Carter, Coony, Diehr, Endsley, Feckner, Mathur, Oliveira,
	Investments	Permissible Equity Markets list.	Shimada, Tom, Valdes
Closed	AIM – Project	Authorized consummation of an investment to acquire	Roll Call Vote:
December 17, 2007	Platinum	on ownership interest of up to 10% in the holding companies of Silver Lake.	YES – Beatty, Berte, Carlson, Diehr, Feckner, Lockyer, Mathur, McGuire, Oliveira, Shimada, Tom, and Valdes